

## **CHAPTER 3-05-04 DEFICIENT REPORTS**

Section

3-05-04-01

Deficient Reports and Board Action

**3-05-04-01. Deficient reports and board action.** If the board determines that a report is deficient or marginal with respect to applicable professional standards, the board may take any one of the following actions:

1. The board may submit a letter of comment to the firm detailing the deficiencies noted in connection with the review and requiring the firm to detail the steps which it will take to ensure that similar occurrences will not recur. A response from the firm will be required within thirty days of the mailing of the board's letter.
2. The board may require any individual who had responsibility for issuance of the report or who substantially participated in preparation of the report or the related workpapers, or both, to successfully complete continuing education as specified by the board.
3. The board may require that the office responsible for the deficient report submit all or specified categories of its reports for a preissuance review in a manner and for a duration prescribed by the board.
4. If it appears that the professional conduct reflected in the deficient report is so serious as to warrant consideration of possible disciplinary action, the board may initiate an investigation pursuant to North Dakota Century Code sections 43-02.2-03, 43-02.2-09, and 43-02.2-10.

**History:** Effective June 1, 1988; amended effective July 1, 1991; March 1, 1995; September 1, 1997; October 1, 1999.

**General Authority:** NDCC 43-02.2-03

**Law Implemented:** NDCC 43-02.2-03, 43-02.2-06, 43-02.2-09